

Fill in this information to identify the case:

United States Bankruptcy Court for the:

WESTERN DISTRICT OF MICHIGAN

Case number (if known) _____

Chapter 11 Check if this is an amended filing**Official Form 201****Voluntary Petition for Non-Individuals Filing for Bankruptcy**

04/25

If more space is needed, attach a separate sheet to this form. On the top of any additional pages, write the debtor's name and the case number (if known). For more information, a separate document, *Instructions for Bankruptcy Forms for Non-Individuals*, is available.

1. Debtor's name	<u>McPhillips Flying Service, Inc.</u>		
2. All other names debtor used in the last 8 years	<u>Island Airways</u> <u>FKA Gemini Air Service, Inc.</u> <u>DBA Welke Aviation</u>		
3. Debtor's federal Employer Identification Number (EIN)	<u>38-1690570</u>		
4. Debtor's address	Principal place of business <u>111 Airport Drive</u> <u>Charlevoix, MI 49720</u> Number, Street, City, State & ZIP Code	Mailing address, if different from principal place of business P.O. Box, Number, Street, City, State & ZIP Code	
	<u>Charlevoix</u> County	Location of principal assets, if different from principal place of business Number, Street, City, State & ZIP Code	
5. Debtor's website (URL)	<u>https://islandairways.com/</u>		
6. Type of debtor	<input checked="" type="checkbox"/> Corporation (including Limited Liability Company (LLC) and Limited Liability Partnership (LLP)) <input type="checkbox"/> Partnership (excluding LLP) <input type="checkbox"/> Other. Specify: _____		

Debtor McPhillips Flying Service, Inc.
Name _____ Case number (*if known*) _____

7. **Describe debtor's business** A. *Check one:*

- Health Care Business (as defined in 11 U.S.C. § 101(27A))
- Single Asset Real Estate (as defined in 11 U.S.C. § 101(51B))
- Railroad (as defined in 11 U.S.C. § 101(44))
- Stockbroker (as defined in 11 U.S.C. § 101(53A))
- Commodity Broker (as defined in 11 U.S.C. § 101(6))
- Clearing Bank (as defined in 11 U.S.C. § 781(3))
- None of the above

B. *Check all that apply*

- Tax-exempt entity (as described in 26 U.S.C. §501)
- Investment company, including hedge fund or pooled investment vehicle (as defined in 15 U.S.C. §80a-3)
- Investment advisor (as defined in 15 U.S.C. §80b-2(a)(11))

C. NAICS (North American Industry Classification System) 4-digit code that best describes debtor. See
<http://www.uscourts.gov/four-digit-national-association-naics-codes>.

8. **Under which chapter of the Bankruptcy Code is the debtor filing?***Check one:*

- Chapter 7
- Chapter 9
- Chapter 11. *Check all that apply:*

- Debtor's aggregate noncontingent liquidated debts (excluding debts owed to insiders or affiliates) are less than \$3,424,000 (amount subject to adjustment on 4/01/28 and every 3 years after that).
- The debtor is a small business debtor as defined in 11 U.S.C. § 101(51D). If the debtor is a small business debtor, attach the most recent balance sheet, statement of operations, cash-flow statement, and federal income tax return or if all of these documents do not exist, follow the procedure in 11 U.S.C. § 1116(1)(B).
- The debtor is a small business debtor as defined in 11 U.S.C. § 101(51D), and it chooses to proceed under Subchapter V of Chapter 11.
- A plan is being filed with this petition.
- Acceptances of the plan were solicited prepetition from one or more classes of creditors, in accordance with 11 U.S.C. § 1126(b).
- The debtor is required to file periodic reports (for example, 10K and 10Q) with the Securities and Exchange Commission according to § 13 or 15(d) of the Securities Exchange Act of 1934. File the *Attachment to Voluntary Petition for Non-Individuals Filing for Bankruptcy under Chapter 11* (Official Form 201A) with this form.
- The debtor is a shell company as defined in the Securities Exchange Act of 1934 Rule 12b-2.

- Chapter 12

9. **Were prior bankruptcy cases filed by or against the debtor within the last 8 years?**

- No.
- Yes.

If more than 2 cases, attach a separate list.

District _____	When _____	Case number _____
District _____	When _____	Case number _____

Debtor **McPhillips Flying Service, Inc.**
Name _____

Case number (if known) _____

10. Are any bankruptcy cases pending or being filed by a business partner or an affiliate of the debtor?

No
 Yes.

List all cases. If more than 1, attach a separate list

Debtor	_____	Relationship
District	_____	Case number, if known

11. Why is the case filed in this district? Check all that apply:

Debtor has had its domicile, principal place of business, or principal assets in this district for 180 days immediately preceding the date of this petition or for a longer part of such 180 days than in any other district.
 A bankruptcy case concerning debtor's affiliate, general partner, or partnership is pending in this district.

12. Does the debtor own or have possession of any real property or personal property that needs immediate attention?

No

Yes. Answer below for each property that needs immediate attention. Attach additional sheets if needed.

Why does the property need immediate attention? (Check all that apply.)

- It poses or is alleged to pose a threat of imminent and identifiable hazard to public health or safety.
What is the hazard? _____
 It needs to be physically secured or protected from the weather.
 It includes perishable goods or assets that could quickly deteriorate or lose value without attention (for example, livestock, seasonal goods, meat, dairy, produce, or securities-related assets or other options).
 Other _____

Where is the property?

Number, Street, City, State & ZIP Code _____

Is the property insured?

No

Yes. Insurance agency _____

Contact name _____

Phone _____

Statistical and administrative information

13. Debtor's estimation of available funds

Check one:

- Funds will be available for distribution to unsecured creditors.
 After any administrative expenses are paid, no funds will be available to unsecured creditors.

14. Estimated number of creditors

1-49
 50-99
 100-199
 200-999

1,000-5,000
 5,001-10,000
 10,001-25,000

25,001-50,000
 50,001-100,000
 More than 100,000

15. Estimated Assets

\$0 - \$50,000
 \$50,001 - \$100,000
 \$100,001 - \$500,000
 \$500,001 - \$1 million

\$1,000,001 - \$10 million
 \$10,000,001 - \$50 million
 \$50,000,001 - \$100 million
 \$100,000,001 - \$500 million

\$500,000,001 - \$1 billion
 \$1,000,000,001 - \$10 billion
 \$10,000,000,001 - \$50 billion
 More than \$50 billion

16. Estimated liabilities

\$0 - \$50,000

\$1,000,001 - \$10 million

\$500,000,001 - \$1 billion

Debtor

McPhillips Flying Service, Inc.

Name

Case number (*if known*) \$50,001 - \$100,000
 \$100,001 - \$500,000
 \$500,001 - \$1 million \$10,000,001 - \$50 million
 \$50,000,001 - \$100 million
 \$100,000,001 - \$500 million \$1,000,000,001 - \$10 billion
 \$10,000,000,001 - \$50 billion
 More than \$50 billion

Debtor

McPhillips Flying Service, Inc.

Name

Case number (if known)

Request for Relief, Declaration, and Signatures

WARNING -- Bankruptcy fraud is a serious crime. Making a false statement in connection with a bankruptcy case can result in fines up to \$500,000 or imprisonment for up to 20 years, or both. 18 U.S.C. §§ 152, 1341, 1519, and 3571.

**17. Declaration and signature
of authorized
representative of debtor**

The debtor requests relief in accordance with the chapter of title 11, United States Code, specified in this petition.

I have been authorized to file this petition on behalf of the debtor.

I have examined the information in this petition and have a reasonable belief that the information is true and correct.

I declare under penalty of perjury that the foregoing is true and correct.

Executed on July 15, 2025

MM / DD / YYYY

X /s/ Angela LeFevre-Welke

Signature of authorized representative of debtor

Angela LeFevre-Welke

Printed name

Title President/Secretary

18. Signature of attorney

X /s/ A. Todd Almassian

Signature of attorney for debtor

Date July 15, 2025

MM / DD / YYYY

A. Todd Almassian P55467

Printed name

Keller & Almassian, PLC

Firm name

230 East Fulton

Grand Rapids, MI 49503

Number, Street, City, State & ZIP Code

Contact phone 616-364-2100

Email address ecf@kalawgr.com

P55467 MI

Bar number and State

Fill in this information to identify the case:Debtor name McPhillips Flying Service, Inc.United States Bankruptcy Court for the: WESTERN DISTRICT OF MICHIGAN

Case number (if known) _____

 Check if this is an amended filing**Official Form 202****Declaration Under Penalty of Perjury for Non-Individual Debtors**

12/15

An individual who is authorized to act on behalf of a non-individual debtor, such as a corporation or partnership, must sign and submit this form for the schedules of assets and liabilities, any other document that requires a declaration that is not included in the document, and any amendments of those documents. This form must state the individual's position or relationship to the debtor, the identity of the document, and the date. Bankruptcy Rules 1008 and 9011.

WARNING -- Bankruptcy fraud is a serious crime. Making a false statement, concealing property, or obtaining money or property by fraud in connection with a bankruptcy case can result in fines up to \$500,000 or imprisonment for up to 20 years, or both. 18 U.S.C. §§ 152, 1341, 1519, and 3571.

Declaration and signature

I am the president, another officer, or an authorized agent of the corporation; a member or an authorized agent of the partnership; or another individual serving as a representative of the debtor in this case.

I have examined the information in the documents checked below and I have a reasonable belief that the information is true and correct:

- Schedule A/B: Assets–Real and Personal Property* (Official Form 206A/B)
- Schedule D: Creditors Who Have Claims Secured by Property* (Official Form 206D)
- Schedule E/F: Creditors Who Have Unsecured Claims* (Official Form 206E/F)
- Schedule G: Executory Contracts and Unexpired Leases* (Official Form 206G)
- Schedule H: Codebtors* (Official Form 206H)
- Summary of Assets and Liabilities for Non-Individuals* (Official Form 206Sum)
- Amended Schedule*
- Chapter 11 or Chapter 9 Cases: List of Creditors Who Have the 20 Largest Unsecured Claims and Are Not Insiders* (Official Form 204)
- Other document that requires a declaration* _____

I declare under penalty of perjury that the foregoing is true and correct.

Executed on July 15, 2025X /s/ Angela LeFevre-Welke

Signature of individual signing on behalf of debtor

Angela LeFevre-Welke

Printed name

President/Secretary

Position or relationship to debtor

Fill in this information to identify the case:

Debtor name	McPhillips Flying Service, Inc.
United States Bankruptcy Court for the:	WESTERN DISTRICT OF MICHIGAN
Case number (if known):	

Check if this is an
amended filing

Official Form 204

Chapter 11 or Chapter 9 Cases: List of Creditors Who Have the 20 Largest Unsecured Claims and Are Not Insiders

12/15

A list of creditors holding the 20 largest unsecured claims must be filed in a Chapter 11 or Chapter 9 case. Include claims which the debtor disputes. Do not include claims by any person or entity who is an insider, as defined in 11 U.S.C. § 101(31). Also, do not include claims by secured creditors, unless the unsecured claim resulting from inadequate collateral value places the creditor among the holders of the 20 largest unsecured claims.

Name of creditor and complete mailing address, including zip code	Name, telephone number and email address of creditor contact	Nature of claim (for example, trade debts, bank loans, professional services, and government contracts)	Indicate if claim is contingent, unliquidated, or disputed	Amount of claim		
				Total claim, if partially secured	Deduction for value of collateral or setoff	Unsecured claim
American Express NB 4315 South 2700 West Salt Lake City, UT 84184	(800) 528-2122	Charge Account				\$37,450.74
US Bank 800 Nicollet Mall Minneapolis, MN 55402	(800) 872-2657	Charge Account				\$28,984.02
Charlevoix State Bank 111 State Street Charlevoix, MI 49720	(231) 547-4411	Charge Account				\$12,830.46
Estate of Adam Wolford Kendall c/o Zachary W. Thomas, Esq. 2402 Dunlavy Street Houston, TX 77006	zthomas@nicholsbar.com (713) 405-7096	Lawsuit	Contingent Unliquidated Disputed			\$1.00

Fill in this information to identify the case:

Debtor name **McPhillips Flying Service, Inc.**

United States Bankruptcy Court for the: **WESTERN DISTRICT OF MICHIGAN**

Case number (if known) _____

Check if this is an amended filing

Official Form 206Sum Summary of Assets and Liabilities for Non-Individuals

12/15

Part 1: Summary of Assets

1. **Schedule A/B: Assets-Real and Personal Property** (Official Form 206A/B)

1a. **Real property:**

Copy line 88 from *Schedule A/B*..... \$ **10,000.00**

1b. **Total personal property:**

Copy line 91A from *Schedule A/B*..... \$ **2,325,506.58**

1c. **Total of all property:**

Copy line 92 from *Schedule A/B*..... \$ **2,335,506.58**

Part 2: Summary of Liabilities

2. **Schedule D: Creditors Who Have Claims Secured by Property** (Official Form 206D)

Copy the total dollar amount listed in Column A, *Amount of claim*, from line 3 of *Schedule D*..... \$ **2,124,740.00**

3. **Schedule E/F: Creditors Who Have Unsecured Claims** (Official Form 206E/F)

3a. **Total claim amounts of priority unsecured claims:**

Copy the total claims from Part 1 from line 5a of *Schedule E/F*..... \$ **0.00**

3b. **Total amount of claims of nonpriority amount of unsecured claims:**

Copy the total of the amount of claims from Part 2 from line 5b of *Schedule E/F*..... +\$ **358,966.22**

4. **Total liabilities**

Lines 2 + 3a + 3b

\$ **2,483,706.22**

Fill in this information to identify the case:

Debtor name **McPhillips Flying Service, Inc.**

United States Bankruptcy Court for the: **WESTERN DISTRICT OF MICHIGAN**

Case number (if known) _____

Check if this is an amended filing

Official Form 206A/B

Schedule A/B: Assets - Real and Personal Property

12/15

Disclose all property, real and personal, which the debtor owns or in which the debtor has any other legal, equitable, or future interest. Include all property in which the debtor holds rights and powers exercisable for the debtor's own benefit. Also include assets and properties which have no book value, such as fully depreciated assets or assets that were not capitalized. In Schedule A/B, list any executory contracts or unexpired leases. Also list them on *Schedule G: Executory Contracts and Unexpired Leases* (Official Form 206G).

Be as complete and accurate as possible. If more space is needed, attach a separate sheet to this form. At the top of any pages added, write the debtor's name and case number (if known). Also identify the form and line number to which the additional information applies. If an additional sheet is attached, include the amounts from the attachment in the total for the pertinent part.

For Part 1 through Part 11, list each asset under the appropriate category or attach separate supporting schedules, such as a fixed asset schedule or depreciation schedule, that gives the details for each asset in a particular category. List each asset only once. In valuing the debtor's interest, do not deduct the value of secured claims. See the instructions to understand the terms used in this form.

Part 1: Cash and cash equivalents

1. Does the debtor have any cash or cash equivalents?

No. Go to Part 2.

Yes Fill in the information below.

All cash or cash equivalents owned or controlled by the debtor

Current value of debtor's interest

\$1,044.10

2. **Cash on hand**

\$1,044.10

3. **Checking, savings, money market, or financial brokerage accounts (Identify all)**

Name of institution (bank or brokerage firm)	Type of account	Last 4 digits of account number
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3.1. Charlevoix State Bank	Checking Account	5184	\$35,369.12
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3.2. Charlevoix State Bank	Savings account	4406	\$5,761.07
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4. **Other cash equivalents (Identify all)**

5. **Total of Part 1.**

Add lines 2 through 4 (including amounts on any additional sheets). Copy the total to line 80.

\$42,174.29

Part 2: Deposits and Prepayments

6. Does the debtor have any deposits or prepayments?

No. Go to Part 3.

Yes Fill in the information below.

7. **Deposits, including security deposits and utility deposits**

Description, including name of holder of deposit

8. **Prepayments, including prepayments on executory contracts, leases, insurance, taxes, and rent**

Description, including name of holder of prepayment

Debtor McPhillips Flying Service, Inc. _____ Case number (*If known*) _____
Name _____

Potential refund due from insurance company for overpayment.**Amount currently unknown.**8.1. Potential refund of approximately \$4,500, if received. \$0.00**9. Total of Part 2.**

Add lines 7 through 8. Copy the total to line 81.

\$0.00**Part 3: Accounts receivable****10. Does the debtor have any accounts receivable?** No. Go to Part 4. Yes Fill in the information below.**11. Accounts receivable**

11a. 90 days old or less:	<u>139,120.29</u>	-	<u>0.00</u>	=	<u><u>\$139,120.29</u></u>
	face amount		doubtful or uncollectible accounts		

12. Total of Part 3.

Current value on lines 11a + 11b = line 12. Copy the total to line 82.

\$139,120.29**Part 4: Investments****13. Does the debtor own any investments?** No. Go to Part 5. Yes Fill in the information below.**Part 5: Inventory, excluding agriculture assets****18. Does the debtor own any inventory (excluding agriculture assets)?** No. Go to Part 6. Yes Fill in the information below.

General description	Date of the last physical inventory	Net book value of debtor's interest (Where available)	Valuation method used for current value	Current value of debtor's interest
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19. Raw materials**20. Work in progress****21. Finished goods, including goods held for resale****22. Other inventory or supplies****Inventory****Spare aircraft****components \$170,000****Fuel and oil \$80,000**\$0.00 Estimated FMV \$250,000.00**23. Total of Part 5.**

Add lines 19 through 22. Copy the total to line 84.

\$250,000.00**24. Is any of the property listed in Part 5 perishable?** No Yes

Debtor McPhillips Flying Service, Inc. _____ Case number (*If known*) _____
 Name _____

25. Has any of the property listed in Part 5 been purchased within 20 days before the bankruptcy was filed?

No
 Yes. Book value _____ Valuation method _____ Current Value _____

26. Has any of the property listed in Part 5 been appraised by a professional within the last year?

No
 Yes

Part 6: Farming and fishing-related assets (other than titled motor vehicles and land)

27. Does the debtor own or lease any farming and fishing-related assets (other than titled motor vehicles and land)?

No. Go to Part 7.
 Yes Fill in the information below.

Part 7: Office furniture, fixtures, and equipment; and collectibles

38. Does the debtor own or lease any office furniture, fixtures, equipment, or collectibles?

No. Go to Part 8.
 Yes Fill in the information below.

General description	Net book value of debtor's interest (Where available)	Valuation method used for current value	Current value of debtor's interest
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39. **Office furniture**
Office furniture and fixtures _____ \$0.00 **Estimated FMV** _____ \$5,000.00

40. **Office fixtures**

41. **Office equipment, including all computer equipment and communication systems equipment and software**
Reservation Software

FAA Approved and designed specifically for the Debtor. _____ \$0.00 N/A _____ \$1,000.00

Computer equipment and other general software _____ \$0.00 **Estimated FMV** _____ \$15,000.00

Telephone system _____ \$0.00 **Estimated FMV** _____ \$1,000.00

42. **Collectibles** Examples: Antiques and figurines; paintings, prints, or other artwork; books, pictures, or other art objects; china and crystal; stamp, coin, or baseball card collections; other collections, memorabilia, or collectibles

43. **Total of Part 7.**

Add lines 39 through 42. Copy the total to line 86.

_____ \$22,000.00

44. Is a depreciation schedule available for any of the property listed in Part 7?

No
 Yes

45. Has any of the property listed in Part 7 been appraised by a professional within the last year?

No
 Yes

Debtor McPhillips Flying Service, Inc.
Name _____

Case number (*If known*) _____

Part 8: Machinery, equipment, and vehicles

46. Does the debtor own or lease any machinery, equipment, or vehicles?

No. Go to Part 9.

Yes Fill in the information below.

General description <small>Include year, make, model, and identification numbers (i.e., VIN, HIN, or N-number)</small>	Net book value of debtor's interest <small>(Where available)</small>	Valuation method used for current value	Current value of debtor's interest
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47. Automobiles, vans, trucks, motorcycles, trailers, and titled farm vehicles

47.1. Various vehicles including but not limited to older fuel trucks, dump trucks, and cargo vans.	\$0.00	Estimated FMV	\$23,310.00
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47.2. Heavy trucks and equipment including but not limited to a John Deer Backhoe	\$0.00	Estimated FMV	\$22,900.00
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48. Watercraft, trailers, motors, and related accessories *Examples:* Boats, trailers, motors, floating homes, personal watercraft, and fishing vessels

49. Aircraft and accessories

49.1. 1970 Britten Norman BN-2A N137 <small>**Value based on July 2025 Appraisal.</small>	\$0.00	Appraisal	\$300,000.00
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49.2. 1970 Britten Norman BN2A-26 Islander N949PW <small>**Appraisal Pending</small>	\$0.00	Estimated FMV	\$500,000.00
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49.3. 1969 Britten Norman BN-2A-8 N80KM <small>**Appraisal Pending</small>	\$0.00	Estimated FMV	\$200,000.00
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49.4. 1980 Britten Norman BN2A-26 Islander N406CW <small>**Appraisal Pending</small>	\$0.00	Estimated FMV	\$350,000.00
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49.5. 1969 Britten Norman BN-2A N95BN <small>**Appraisal Pending</small>	\$0.00	Estimated FMV	\$200,000.00
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49.6. 1977 Piper PA-23-250 N63790 <small>Not airworthy, no engine.</small>	\$0.00	Estimated FMV	\$91,000.00
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49.7. 1967 Cessna 172 <small>*Value based on July 2025 Aircraft Blue Book</small>	\$0.00	Blue Book	\$70,000.00
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49.8. 1974 Cessna 150 <small>*Value based on July 2025 Aircraft Blue Book</small>	\$0.00	Blue Book	\$55,000.00
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Debtor	McPhillips Flying Service, Inc.	Name	Case number (<i>If known</i>)
49.9.	1958 Piper PA23-160 *Leased, See Schedule G	\$0.00	N/A
			\$0.00
50.	Other machinery, fixtures, and equipment (excluding farm machinery and equipment) Small Tools/Shop Equipment (Old, very used)	\$0.00	Estimated FMV
			\$10,000.00
	Machinery and equipment	\$0.00	Estimated FMV
			\$50,000.00

51.	Total of Part 8.	\$1,872,210.00
Add lines 47 through 50. Copy the total to line 87.		

52. Is a depreciation schedule available for any of the property listed in Part 8?

- No
 Yes

53. Has any of the property listed in Part 8 been appraised by a professional within the last year?

- No
 Yes

Part 9: Real property

54. Does the debtor own or lease any real property?

- No. Go to Part 10.
 Yes Fill in the information below.

55. Any building, other improved real estate, or land which the debtor owns or in which the debtor has an interest

Description and location of property <small>Include street address or other description such as Assessor Parcel Number (APN), and type of property (for example, acreage, factory, warehouse, apartment or office building, if available.)</small>	Nature and extent of debtor's interest in property	Net book value of debtor's interest (Where available)	Valuation method used for current value	Current value of debtor's interest

Debtor McPhillips Flying Service, Inc. _____ Case number (*If known*) _____
Name _____

55.1. **Charlevoix Hangar
and freight room
located at 111 Airport
Drive, Charlevoix, MI
49720.**

**Building built on
leased land.**

***Pursuant to the
lease with the City of
Charlevoix, following
construction of the
hangar the City of
Charlevoix owns the
hangar. Current lease
payment to the City
of Charlevoix is
\$2,000 per year plus
taxes and insurance.**

****Debtors interest
and rights as Tenant
Secured by Lien and
UCC Financing
Statement:
Charlevoix State
Bank.**

Leasehold Improvements	\$0.00	Estimated FMV	\$10,000.00
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55.2. **Welke Airport:
Runway/Hangar/Stor
age Building located
at 36155 East Side
Drive, Beaver Island,
MI 49782**

Leasehold improvements	\$0.00	N/A	\$0.00
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56. **Total of Part 9.**

Add the current value on lines 55.1 through 55.6 and entries from any additional sheets.
Copy the total to line 88.

\$10,000.00

57. **Is a depreciation schedule available for any of the property listed in Part 9?**

No
 Yes

58. **Has any of the property listed in Part 9 been appraised by a professional within the last year?**

No
 Yes

Part 10: Intangibles and intellectual property

59. **Does the debtor have any interests in intangibles or intellectual property?**

No. Go to Part 11.
 Yes Fill in the information below.

General description	Net book value of debtor's interest (Where available)	Valuation method used for current value	Current value of debtor's interest
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60. **Patents, copyrights, trademarks, and trade secrets**

61. **Internet domain names and websites
islandairways.com**

\$0.00	\$0.00
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Debtor McPhillips Flying Service, Inc.
Name _____

Case number (*If known*) _____

62.	Licenses, franchises, and royalties US Department of Transportation- Air Ambulance Operations License 14 CFR Part 135	\$0.00	Non-transferable	\$0.00
	US Department of Transportation- License to Operate FAR Part 135	\$0.00	Non-transferable	\$0.00
	US Department of Transportation- License to Operate FAR Part 119	\$0.00	Non-transferable	\$0.00
63.	Customer lists, mailing lists, or other compilations			
64.	Other intangibles, or intellectual property Various FAA Operating Manuals and Licenses	\$0.00	Non-transferable	\$0.00
	FAA Part 135 Operational Certificate	\$0.00	Non-transferable	\$0.00
65.	Goodwill			
66.	Total of Part 10.			\$0.00
	Add lines 60 through 65. Copy the total to line 89.			
67.	Do your lists or records include personally identifiable information of customers (as defined in 11 U.S.C. §§ 101(41A) and 107)?			
	<input checked="" type="checkbox"/> No			
	<input type="checkbox"/> Yes			
68.	Is there an amortization or other similar schedule available for any of the property listed in Part 10?			
	<input checked="" type="checkbox"/> No			
	<input type="checkbox"/> Yes			
69.	Has any of the property listed in Part 10 been appraised by a professional within the last year?			
	<input checked="" type="checkbox"/> No			
	<input type="checkbox"/> Yes			

Part 11: All other assets

70. Does the debtor own any other assets that have not yet been reported on this form?

Include all interests in executory contracts and unexpired leases not previously reported on this form.

- No. Go to Part 12.
 Yes Fill in the information below.

Current value of
debtor's interest

71. **Notes receivable**
Description (include name of obligor)
72. **Tax refunds and unused net operating losses (NOLs)**
Description (for example, federal, state, local)
73. **Interests in insurance policies or annuities**
74. **Causes of action against third parties (whether or not a lawsuit**

Debtor McPhillips Flying Service, Inc. _____ Case number (*If known*) _____
 Name _____

has been filed)

75. **Other contingent and unliquidated claims or causes of action of every nature, including counterclaims of the debtor and rights to set off claims**
76. **Trusts, equitable or future interests in property**
77. **Other property of any kind not already listed** Examples: Season tickets, country club membership
Executory Contracts with Beaver Island Community Schools, Beaver Island EMS, City of Charlevoix, FedEx, United States Postal Services and UPS _____ \$1.00
-

Client List _____ \$1.00

78. **Total of Part 11.** _____ \$2.00
 Add lines 71 through 77. Copy the total to line 90.
79. **Has any of the property listed in Part 11 been appraised by a professional within the last year?**
- No
 Yes

Debtor McPhillips Flying Service, Inc.
Name _____

Case number (*If known*) _____

Part 12: **Summary**

In Part 12 copy all of the totals from the earlier parts of the form

Type of property	Current value of personal property	Current value of real property
80. Cash, cash equivalents, and financial assets. <i>Copy line 5, Part 1</i>	\$42,174.29	
81. Deposits and prepayments. <i>Copy line 9, Part 2.</i>	\$0.00	
82. Accounts receivable. <i>Copy line 12, Part 3.</i>	\$139,120.29	
83. Investments. <i>Copy line 17, Part 4.</i>	\$0.00	
84. Inventory. <i>Copy line 23, Part 5.</i>	\$250,000.00	
85. Farming and fishing-related assets. <i>Copy line 33, Part 6.</i>	\$0.00	
86. Office furniture, fixtures, and equipment; and collectibles. <i>Copy line 43, Part 7.</i>	\$22,000.00	
87. Machinery, equipment, and vehicles. <i>Copy line 51, Part 8.</i>	\$1,872,210.00	
88. Real property. <i>Copy line 56, Part 9.....></i>		\$10,000.00
89. Intangibles and intellectual property. <i>Copy line 66, Part 10.</i>	\$0.00	
90. All other assets. <i>Copy line 78, Part 11.</i>	+ \$2.00	
91. Total. Add lines 80 through 90 for each column	\$2,325,506.58	+ 91b. \$10,000.00
92. Total of all property on Schedule A/B. Add lines 91a+91b=92		\$2,335,506.58

Fill in this information to identify the case:

Debtor name **McPhillips Flying Service, Inc.**

United States Bankruptcy Court for the: **WESTERN DISTRICT OF MICHIGAN**

Case number (if known) _____

Check if this is an amended filing

Official Form 206D

Schedule D: Creditors Who Have Claims Secured by Property

12/15

Be as complete and accurate as possible.

1. Do any creditors have claims secured by debtor's property?

- No. Check this box and submit page 1 of this form to the court with debtor's other schedules. Debtor has nothing else to report on this form.
- Yes. Fill in all of the information below.

Part 1: List Creditors Who Have Secured Claims

2. List in alphabetical order all creditors who have secured claims. If a creditor has more than one secured claim, list the creditor separately for each claim.

		<i>Column A</i> Amount of claim	<i>Column B</i> Value of collateral that supports this claim
2.1	Charlevoix State Bank Creditor's Name 111 State Street PO Box 217 Charlevoix, MI 49720 Creditor's mailing address	Describe debtor's property that is subject to a lien All Assets including but not limited to 1969 Britten N137, 1969 Britten N80KM, 1980 Britten N406CW, 1970 Britten N95BN, and 1977 Piper N633790	\$530,018.00 \$1,141,000.00
	 Creditor's email address, if known	Describe the lien UCC Financing Statement/Liens with the FAA	
	 Date debt was incurred 5/1999-	Is the creditor an insider or related party? <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes	
	 Last 4 digits of account number	Is anyone else liable on this claim? <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes. Fill out Schedule H: Codebtors (Official Form 206H)	
	 Do multiple creditors have an interest in the same property? <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes. Specify each creditor, including this creditor and its relative priority.	As of the petition filing date, the claim is: Check all that apply <input checked="" type="checkbox"/> Contingent <input type="checkbox"/> Unliquidated <input type="checkbox"/> Disputed	
2.2	Charlevoix State Bank Creditor's Name 111 State Street PO Box 217 Charlevoix, MI 49720 Creditor's mailing address	Describe debtor's property that is subject to a lien 1970 Britten Norman BN2A-26 Islander N949PW **Appraisal Pending	\$303,033.00 \$500,000.00
	 Creditor's email address, if known	Describe the lien UCC Financing Statement/PMSI	
	 Date debt was incurred 2022-	Is the creditor an insider or related party? <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes	
	 Last 4 digits of account number	Is anyone else liable on this claim? <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes. Fill out Schedule H: Codebtors (Official Form 206H)	
	 Do multiple creditors have an interest in the same property?	As of the petition filing date, the claim is: Check all that apply	

Debtor **McPhillips Flying Service, Inc.**

Case number (if known) _____

No
 Yes. Specify each creditor, including this creditor and its relative priority.

Contingent
 Unliquidated
 Disputed

2.3 Charlevoix State Bank

Creditor's Name

**111 State Street
PO Box 217
Charlevoix, MI 49720**

Creditor's mailing address

Creditor's email address, if known

Date debt was incurred**5/2008-****Last 4 digits of account number****Do multiple creditors have an interest in the same property?**

No
 Yes. Specify each creditor, including this creditor and its relative priority.

Describe debtor's property that is subject to a lien

\$325,900.00**\$1,498,617.58****All Assets**

Describe the lien

UCC Financing Statement- Line of Credit

Is the creditor an insider or related party?

No
 Yes
Is anyone else liable on this claim?
 No
 Yes. Fill out Schedule H: Codebtors (Official Form 206H)

As of the petition filing date, the claim is:

Check all that apply

Contingent
 Unliquidated
 Disputed

2.4 Small Business Administration

Creditor's Name

**Office of District Counsel
515 Patrick V McNamara
Bldg
Detroit, MI 48226**

Creditor's mailing address

Creditor's email address, if known

Date debt was incurred**5/2020-****Last 4 digits of account number**
7400**Do multiple creditors have an interest in the same property?**

No
 Yes. Specify each creditor, including this creditor and its relative priority.

Describe debtor's property that is subject to a lien

\$965,789.00**\$1,172,717.58****All Assets**

Describe the lien

UCC-1 Filing Statement

Is the creditor an insider or related party?

No
 Yes
Is anyone else liable on this claim?
 No
 Yes. Fill out Schedule H: Codebtors (Official Form 206H)

As of the petition filing date, the claim is:

Check all that apply

Contingent
 Unliquidated
 Disputed

3. Total of the dollar amounts from Part 1, Column A, including the amounts from the Additional Page, if any.

\$2,124,740.0**0****Part 2: List Others to Be Notified for a Debt Already Listed in Part 1**

List in alphabetical order any others who must be notified for a debt already listed in Part 1. Examples of entities that may be listed are collection agencies, assignees of claims listed above, and attorneys for secured creditors.

If no others need to be notified for the debts listed in Part 1, do not fill out or submit this page. If additional pages are needed, copy this page.

Debtor Name	McPhillips Flying Service, Inc.	Case number (if known)
Name and address	SBA CESC 14925 Kingport Rd Fort Worth, TX 76155	On which line in Part 1 did you enter the related creditor?
		Line <u>2.4</u>
	Suzanne Ulicny US Small Business Admin 477 Michigan Avenue Detroit, MI 48226	Last 4 digits of account number for this entity
		Line <u>2.4</u>

Fill in this information to identify the case:

Debtor name **McPhillips Flying Service, Inc.**

United States Bankruptcy Court for the: **WESTERN DISTRICT OF MICHIGAN**

Case number (if known) _____

Check if this is an amended filing

Official Form 206E/F

Schedule E/F: Creditors Who Have Unsecured Claims

12/15

Be as complete and accurate as possible. Use Part 1 for creditors with PRIORITY unsecured claims and Part 2 for creditors with NONPRIORITY unsecured claims. List the other party to any executory contracts or unexpired leases that could result in a claim. Also list executory contracts on Schedule A/B: Assets - Real and Personal Property (Official Form 206A/B) and on Schedule G: Executory Contracts and Unexpired Leases (Official Form 206G). Number the entries in Parts 1 and 2 in the boxes on the left. If more space is needed for Part 1 or Part 2, fill out and attach the Additional Page of that Part included in this form.

Part 1: List All Creditors with PRIORITY Unsecured Claims

1. Do any creditors have priority unsecured claims? (See 11 U.S.C. § 507).

- No. Go to Part 2.
 Yes. Go to line 2.

Part 2: List All Creditors with NONPRIORITY Unsecured Claims

3. List in alphabetical order all of the creditors with nonpriority unsecured claims. If the debtor has more than 6 creditors with nonpriority unsecured claims, fill out and attach the Additional Page of Part 2.

		Amount of claim	
3.1	<p>Nonpriority creditor's name and mailing address American Express NB 4315 South 2700 West Salt Lake City, UT 84184</p> <p>Date(s) debt was incurred <u>2019-</u></p> <p>Last 4 digits of account number _</p>	<p>As of the petition filing date, the claim is: <i>Check all that apply.</i></p> <p><input type="checkbox"/> Contingent <input type="checkbox"/> Unliquidated <input type="checkbox"/> Disputed</p> <p>Basis for the claim: <u>Charge Account</u></p> <p>Is the claim subject to offset? <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes</p>	\$37,450.74
3.2	<p>Nonpriority creditor's name and mailing address Charlevoix State Bank 111 State Street Charlevoix, MI 49720</p> <p>Date(s) debt was incurred <u>2023-</u></p> <p>Last 4 digits of account number _</p>	<p>As of the petition filing date, the claim is: <i>Check all that apply.</i></p> <p><input type="checkbox"/> Contingent <input type="checkbox"/> Unliquidated <input type="checkbox"/> Disputed</p> <p>Basis for the claim: <u>Charge Account</u></p> <p>Is the claim subject to offset? <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes</p>	\$12,830.46
3.3	<p>Nonpriority creditor's name and mailing address Estate of Adam Wolford Kendall c/o Zachary W. Thomas, Esq. 2402 Dunlavy Street Houston, TX 77006</p> <p>Date(s) debt was incurred <u>2021-</u></p> <p>Last 4 digits of account number _</p>	<p>As of the petition filing date, the claim is: <i>Check all that apply.</i></p> <p><input checked="" type="checkbox"/> Contingent <input checked="" type="checkbox"/> Unliquidated <input checked="" type="checkbox"/> Disputed</p> <p>Basis for the claim: <u>Lawsuit Case No. 22-0772-27-CZ</u> <u>Specific amounts have not been determined in State Court matter.</u></p> <p>Is the claim subject to offset? <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes</p>	\$1.00
3.4	<p>Nonpriority creditor's name and mailing address Paul Welke Angela LaFevre-Welke 36026 Melody Ln Beaver Island, MI 49782</p> <p>Date(s) debt was incurred <u>2017-</u></p> <p>Last 4 digits of account number _</p>	<p>As of the petition filing date, the claim is: <i>Check all that apply.</i></p> <p><input type="checkbox"/> Contingent <input type="checkbox"/> Unliquidated <input type="checkbox"/> Disputed</p> <p>Basis for the claim: <u>Back Rent</u></p> <p>Is the claim subject to offset? <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes</p>	\$279,700.00

Debtor	McPhillips Flying Service, Inc.	Case number (if known)
Name		
3.5	Nonpriority creditor's name and mailing address Ryan Cobb Assistant US Attorney Western District of Michigan PO Box 208 Grand Rapids, MI 49501 Date(s) debt was incurred <u>2025-</u> Last 4 digits of account number _____	As of the petition filing date, the claim is: <i>Check all that apply.</i> \$0.00
		<input type="checkbox"/> Contingent <input type="checkbox"/> Unliquidated <input type="checkbox"/> Disputed
		Basis for the claim: Notice Only
		Is the claim subject to offset? <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes
3.6	Nonpriority creditor's name and mailing address US Bank 800 Nicollet Mall Minneapolis, MN 55402 Date(s) debt was incurred <u>2020-</u> Last 4 digits of account number _____	As of the petition filing date, the claim is: <i>Check all that apply.</i> \$28,984.02
		<input type="checkbox"/> Contingent <input type="checkbox"/> Unliquidated <input type="checkbox"/> Disputed
		Basis for the claim: Charge Account
		Is the claim subject to offset? <input checked="" type="checkbox"/> No <input type="checkbox"/> Yes

Part 3: List Others to Be Notified About Unsecured Claims

4. List in alphabetical order any others who must be notified for claims listed in Parts 1 and 2. Examples of entities that may be listed are collection agencies, assignees of claims listed above, and attorneys for unsecured creditors.

If no others need to be notified for the debts listed in Parts 1 and 2, do not fill out or submit this page. If additional pages are needed, copy the next page.

	Name and mailing address	On which line in Part 1 or Part 2 is the related creditor (if any) listed?	Last 4 digits of account number, if any
4.1	33rd County Circuit Court Case No. 22-0772-CZ 301 State Street Charlevoix, MI 49720	Line <u>3.3</u> <input type="checkbox"/> Not listed. Explain _____	-
4.2	American Express NB PO Box 981535 El Paso, TX 79998	Line <u>3.1</u> <input type="checkbox"/> Not listed. Explain _____	-
4.3	Charlevoix State Bank 111 State Street PO Box 217 Charlevoix, MI 49720	Line <u>3.2</u> <input type="checkbox"/> Not listed. Explain _____	-
4.4	Clifford Law Offices, PC 120 N. LaSalle St, Ste. 3600 Chicago, IL 60602	Line <u>3.3</u> <input type="checkbox"/> Not listed. Explain _____	-
4.5	Gregory R. Grant, Esq. Cummings McClorey David 310 W. Front St, Ste. 221 Traverse City, MI 49684	Line <u>3.3</u> <input type="checkbox"/> Not listed. Explain _____	-
4.6	Lawrence R. LaSusa, Esq. LaSusa Law Office, PLC 4335 E. Timberwood Drive Traverse City, MI 49686	Line <u>3.3</u> <input type="checkbox"/> Not listed. Explain _____	-
4.7	Robert J. Carty, Jr., Esq. 2402 Dunlavy Street Houston, TX 77006	Line <u>3.3</u> <input type="checkbox"/> Not listed. Explain _____	-

Debtor	McPhillips Flying Service, Inc.	Case number (if known)	
	Name		
Name and mailing address		On which line in Part 1 or Part 2 is the related creditor (if any) listed?	Last 4 digits of account number, if any
4.8	Robert T. Kendall, III Marcoux Allen Bower & Kendall 145 S. Jackson Street PO Box 787 Jackson, MI 49201	Line <u>3.3</u>	-
		<input type="checkbox"/> Not listed. Explain _____	
4.9	US Bank PO Box 790408 Saint Louis, MO 63179	Line <u>3.6</u>	-
		<input type="checkbox"/> Not listed. Explain _____	
4.10	Zachary W. Thomas, Esq. 2402 Dunlavy Street Houston, TX 77006	Line <u>3.3</u>	-
		<input type="checkbox"/> Not listed. Explain _____	

Part 4: Total Amounts of the Priority and Nonpriority Unsecured Claims

5. Add the amounts of priority and nonpriority unsecured claims.

5a. Total claims from Part 1

5b. Total claims from Part 2

5c. Total of Parts 1 and 2

Lines 5a + 5b = 5c.

Total of claim amounts		
5a.	\$	0.00
5b.	+	\$ 358,966.22
5c.	\$	358,966.22

Fill in this information to identify the case:

Debtor name McPhillips Flying Service, Inc.

United States Bankruptcy Court for the: WESTERN DISTRICT OF MICHIGAN

Case number (if known) _____

Check if this is an amended filing

Official Form 206G

Schedule G: Executory Contracts and Unexpired Leases

12/15

Be as complete and accurate as possible. If more space is needed, copy and attach the additional page, number the entries consecutively.

1. Does the debtor have any executory contracts or unexpired leases?

No. Check this box and file this form with the debtor's other schedules. There is nothing else to report on this form.

Yes. Fill in all of the information below even if the contacts of leases are listed on *Schedule A/B: Assets - Real and Personal Property* (Official Form 206A/B).

2. List all contracts and unexpired leases

State the name and mailing address for all other parties with whom the debtor has an executory contract or unexpired lease

2.1. State what the contract or lease is for and the nature of the debtor's interest

Contract for air transportation services.

State the term remaining

Ends June 2029

List the contract number of any government contract

**Beaver Island Comm. School
37895 King's Hwy
Beaver Island, MI 49782**

2.2. State what the contract or lease is for and the nature of the debtor's interest

Air medical transport service agreement

State the term remaining

Ends December 2027

List the contract number of any government contract

**Beaver Island EMS
37830 King's Hwy
Beaver Island, MI 49782**

2.3. State what the contract or lease is for and the nature of the debtor's interest

Portion of a terminal building, common areas, etc. at 111 Airport Drive, Charlevoix, MI 49720.

State the term remaining

Ends April 2029

List the contract number of any government contract

**City of Charlevoix
210 State Street
Charlevoix, MI 49720**

2.4. State what the contract or lease is for and the nature of the debtor's interest

Lease for Charlevoix Hangar and freight room located at 111 Airport Drive, Charlevoix, MI 49720.

State the term remaining

Ends April 30, 2039

List the contract number of any government contract

**City of Charlevoix
210 State Street
Charlevoix, MI 49720**

Debtor 1 **McPhillips Flying Service, Inc.**

First Name

Middle Name

Last Name

Case number (if known) _____

Additional Page if You Have More Contracts or Leases**2. List all contracts and unexpired leases**

State the name and mailing address for all other parties with whom the debtor has an executory contract or unexpired lease

2.5. State what the contract or lease is for and the nature of the debtor's interest
Added Capacity Services Agreement

State the term remaining **Ends November 2026**

List the contract number of any government contract _____

**FedEx Ground Package System
1000 FedEx Drive
Moon Township, PA 15108**

2.6. State what the contract or lease is for and the nature of the debtor's interest
**Welke Airport:
Runway/Hangar/Storag
e Building located at
36155 East Side Drive,
Beaver Island, MI
49782.**

State the term remaining **Month-to-month**

List the contract number of any government contract _____

**Paul Welke
Angela LaFevre-Welke
36026 Melody Ln
Beaver Island, MI 49782**

2.7. State what the contract or lease is for and the nature of the debtor's interest
**1958 Piper PA23-160
SN 23-1486**

State the term remaining **Month-to-month**

List the contract number of any government contract _____

**Paul Welke
36026 Melody Ln
Beaver Island, MI 49782**

2.8. State what the contract or lease is for and the nature of the debtor's interest
Air transportation and mail handling.

State the term remaining **Ends November 2030**

List the contract number of any government contract _____

**United States Postal Service
Cargo Air Acquisitions
475 L'Enfant Plaza SW RM 1P650
Washington, DC 20260**

2.9. State what the contract or lease is for and the nature of the debtor's interest
Pickup and Delivery Services Agreement

State the term remaining **Ends November 2030**

List the contract number of any government contract _____

**UPS Supply Chain Solutions
55 Glenlake Pkwy
Atlanta, GA 30328**

Fill in this information to identify the case:

Debtor name **McPhillips Flying Service, Inc.**

United States Bankruptcy Court for the: **WESTERN DISTRICT OF MICHIGAN**

Case number (if known) _____

Check if this is an amended filing

Official Form 206H Schedule H: Your Codebtors

12/15

Be as complete and accurate as possible. If more space is needed, copy the Additional Page, numbering the entries consecutively. Attach the Additional Page to this page.

1. Do you have any codebtors?

- No. Check this box and submit this form to the court with the debtor's other schedules. Nothing else needs to be reported on this form.
 Yes

2. In Column 1, list as codebtors all of the people or entities who are also liable for any debts listed by the debtor in the schedules of creditors, Schedules D-G. Include all guarantors and co-obligors. In Column 2, identify the creditor to whom the debt is owed and each schedule on which the creditor is listed. If the codebtor is liable on a debt to more than one creditor, list each creditor separately in Column 2.

Column 1: Codebtor

Column 2: Creditor

Name

Mailing Address

Name

Check all schedules that apply:

2.1 **Angela LeFevre-Welke**

**36026 Melody Ln
Beaver Island, MI 49782**

**Estate of Adam
Wolford Kendall**

D _____
 E/F **3.3**
 G _____

2.2 **Neal Boyle**

**37810 Front View Court
Beaver Island, MI 49782**

**Estate of Adam
Wolford Kendall**

D _____
 E/F **3.3**
 G _____

2.3 **Paul Welke**

**36026 Melody Ln
Beaver Island, MI 49782**

**Charlevoix State
Bank**

D **2.3**
 E/F _____
 G _____

2.4 **Paul Welke**

**36026 Melody Ln
Beaver Island, MI 49782**

**Small Business
Administration**

D **2.4**
 E/F _____
 G _____

2.5 **Paul Welke**

**36026 Melody Ln
Beaver Island, MI 49782**

**Estate of Adam
Wolford Kendall**

D _____
 E/F **3.3**
 G _____

Debtor McPhillips Flying Service, Inc.

Case number *(if known)* _____

Additional Page to List More Codebtors

Copy this page only if more space is needed. Continue numbering the lines sequentially from the previous page.

Column 1: Codebtor

Column 2: Creditor

Fill in this information to identify the case:

Debtor name **McPhillips Flying Service, Inc.**

United States Bankruptcy Court for the: **WESTERN DISTRICT OF MICHIGAN**

Case number (if known) _____

Check if this is an amended filing

Official Form 207

Statement of Financial Affairs for Non-Individuals Filing for Bankruptcy

04/25

The debtor must answer every question. If more space is needed, attach a separate sheet to this form. On the top of any additional pages, write the debtor's name and case number (if known).

Part 1: Income

1. Gross revenue from business

None.

Identify the beginning and ending dates of the debtor's fiscal year, which may be a calendar year

Sources of revenue
Check all that apply

Gross revenue
(before deductions and exclusions)

From the beginning of the fiscal year to filing date:
From 1/01/2025 to Filing Date

Operating a business

\$802,377.02

Other As of May 31, 2025

For prior year:
From 1/01/2024 to 12/31/2024

Operating a business

\$1,802,181.00

Other _____

For year before that:
From 1/01/2023 to 12/31/2023

Operating a business

\$1,656,050.00

Other _____

2. Non-business revenue

Include revenue regardless of whether that revenue is taxable. *Non-business income* may include interest, dividends, money collected from lawsuits, and royalties. List each source and the gross revenue for each separately. Do not include revenue listed in line 1.

None.

Description of sources of revenue

Gross revenue from each source
(before deductions and exclusions)

Part 2: List Certain Transfers Made Before Filing for Bankruptcy

3. Certain payments or transfers to creditors within 90 days before filing this case

List payments or transfers--including expense reimbursements--to any creditor, other than regular employee compensation, within 90 days before filing this case unless the aggregate value of all property transferred to that creditor is less than \$8,575. (This amount may be adjusted on 4/01/28 and every 3 years after that with respect to cases filed on or after the date of adjustment.)

None.

Creditor's Name and Address

Dates

Total amount of value

Reasons for payment or transfer
Check all that apply

Debtor McPhillips Flying Service, Inc.Case number (*if known*) _____

Creditor's Name and Address	Dates	Total amount of value	Reasons for payment or transfer <i>Check all that apply</i>
3.1. AFS/IBEX Financial Services PO Box 4729 Carol Stream, IL 60197	May 6, 2025	\$25,898.17	<input type="checkbox"/> Secured debt <input type="checkbox"/> Unsecured loan repayments <input type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Services <input checked="" type="checkbox"/> Other <u>Insurance- Regular Course of Business</u>
3.2. AvFuel Corporation PO Box 67000 Detroit, MI 48267	Within the past 90 days	\$84,462.32	<input type="checkbox"/> Secured debt <input type="checkbox"/> Unsecured loan repayments <input checked="" type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Services <input checked="" type="checkbox"/> Other <u>Fuel Supplier- Regular Course of Business</u>
3.3. Avsurance Corp.	June 19, 2025	\$31,578.00	<input type="checkbox"/> Secured debt <input type="checkbox"/> Unsecured loan repayments <input type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Services <input checked="" type="checkbox"/> Other <u>Insurance- Regular Course of Business</u>
3.4. Charlevoix State Bank 111 State Street PO Box 217 Charlevoix, MI 49720	Within the last 90 days	\$26,040.81	<input checked="" type="checkbox"/> Secured debt <input type="checkbox"/> Unsecured loan repayments <input type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Services <input type="checkbox"/> Other
3.5. Small Business Administration Office of District Counsel 515 Patrick V McNamara Bldg Detroit, MI 48226	Within the last 90 days	\$14,211.00	<input checked="" type="checkbox"/> Secured debt <input type="checkbox"/> Unsecured loan repayments <input type="checkbox"/> Suppliers or vendors <input type="checkbox"/> Services <input type="checkbox"/> Other

4. Payments or other transfers of property made within 1 year before filing this case that benefited any insider

List payments or transfers, including expense reimbursements, made within 1 year before filing this case on debts owed to an insider or guaranteed or cosigned by an insider unless the aggregate value of all property transferred to or for the benefit of the insider is less than \$8,575. (This amount may be adjusted on 4/01/28 and every 3 years after that with respect to cases filed on or after the date of adjustment.) Do not include any payments listed in line 3. *Insiders* include officers, directors, and anyone in control of a corporate debtor and their relatives; general partners of a partnership debtor and their relatives; affiliates of the debtor and insiders of such affiliates; and any managing agent of the debtor. 11 U.S.C. § 101(31).

 None.

Insider's name and address Relationship to debtor	Dates	Total amount of value	Reasons for payment or transfer
4.1. Angela LeFevre-Welke 36026 Melody Ln Beaver Island, MI 49782 President/Secretary	Within the past year	\$76,923.00	Wages
4.2. Paul Welke 36026 Melody Ln Beaver Island, MI 49782 Owner/Pilot	Within the past year	\$37,500.00	Wages

Debtor McPhillips Flying Service, Inc.

Case number (if known) _____

Insider's name and address Relationship to debtor	Dates	Total amount of value	Reasons for payment or transfer
4.3. Paul Welke Angela LaFevre-Welke 36026 Melody Ln Beaver Island, MI 49782 Owner/President/Secretary	Within the past year	\$0.00	On or about 12/31/2024, the Debtor and the Welkes, effected a mutual offset of pre-petition obligations. The Debtor owed \$578,700 in accrued rent to the Welkes and the Welkes owed the Debtor \$299,000 for pre-petition expenses. The parties agreed to offset these mutual obligations, reducing the Debtor's liability to the Welkes to \$279,700.

5. Repossessions, foreclosures, and returns

List all property of the debtor that was obtained by a creditor within 1 year before filing this case, including property repossessed by a creditor, sold at a foreclosure sale, transferred by a deed in lieu of foreclosure, or returned to the seller. Do not include property listed in line 6.

None

Creditor's name and address	Describe of the Property	Date	Value of property

6. Setoffs

List any creditor, including a bank or financial institution, that within 90 days before filing this case set off or otherwise took anything from an account of the debtor without permission or refused to make a payment at the debtor's direction from an account of the debtor because the debtor owed a debt.

None

Creditor's name and address	Description of the action creditor took	Date action was taken	Amount

Part 3: Legal Actions or Assignments**7. Legal actions, administrative proceedings, court actions, executions, attachments, or governmental audits**

List the legal actions, proceedings, investigations, arbitrations, mediations, and audits by federal or state agencies in which the debtor was involved in any capacity—within 1 year before filing this case.

None.

Case title Case number	Nature of case	Court or agency's name and address	Status of case
7.1. Robert T. Kendall III, and Robert T. Kendall IV, Individually and as Co-Personal Representatives of the Estate of Adam Wolford Kendall, Deceased v McPhillips Flying Service, Inc. d/b/a Island Airways, a Michigan corporation, Paul Welke, Angela LeFevre-Welke, and Neal Boyle. 22-0772-CZ	Wrongful Death	33rd County Circuit Court Case No. 22-0772-CZ 301 State Street Charlevoix, MI 49720	<input checked="" type="checkbox"/> Pending <input type="checkbox"/> On appeal <input type="checkbox"/> Concluded
7.2. Additional disclosures to be made.			<input checked="" type="checkbox"/> Pending <input type="checkbox"/> On appeal <input type="checkbox"/> Concluded

8. Assignments and receivership

Debtor McPhillips Flying Service, Inc.Case number (*if known*) _____

List any property in the hands of an assignee for the benefit of creditors during the 120 days before filing this case and any property in the hands of a receiver, custodian, or other court-appointed officer within 1 year before filing this case.

None

Part 4: Certain Gifts and Charitable Contributions

9. List all gifts or charitable contributions the debtor gave to a recipient within 2 years before filing this case unless the aggregate value of the gifts to that recipient is less than \$1,000

None

Recipient's name and address	Description of the gifts or contributions	Dates given	Value
9.1. PABI	Gala Donations	8/2023 & 8/2024	\$6,770.00
Recipients relationship to debtor			

Part 5: Certain Losses

10. All losses from fire, theft, or other casualty within 1 year before filing this case.

None

Description of the property lost and how the loss occurred	Amount of payments received for the loss	Dates of loss	Value of property lost
If you have received payments to cover the loss, for example, from insurance, government compensation, or tort liability, list the total received. List unpaid claims on Official Form 106A/B (Schedule A/B: Assets – Real and Personal Property).			

Part 6: Certain Payments or Transfers

11. Payments related to bankruptcy

List any payments of money or other transfers of property made by the debtor or person acting on behalf of the debtor within 1 year before the filing of this case to another person or entity, including attorneys, that the debtor consulted about debt consolidation or restructuring, seeking bankruptcy relief, or filing a bankruptcy case.

None.

Who was paid or who received the transfer? Address	If not money, describe any property transferred	Dates	Total amount or value
11.1. Keller & Almassian, PLC 230 East Fulton Grand Rapids, MI 49503	Attorney Fees for insolvency review and settlement negotiation related to State Court Litigation.	Within the past year	\$130,249.53
Email or website address <u>ecf@kalawgr.com</u>			

Who made the payment, if not debtor?
Starr Insurance Companies

Debtor McPhillips Flying Service, Inc.Case number (*if known*) _____

Who was paid or who received the transfer? Address	If not money, describe any property transferred	Dates	Total amount or value
11.2. Distel Thiede Advisory Services, LLC 1500 East Beltline SE- Suite 100 Grand Rapids, MI 49506	Financial Advisor/Consulting Fees for insolvency review and settlement negotiation related to State Court Litigation.	Within the past year	\$36,470.00
Email or website address _____			
Who made the payment, if not debtor? Starr Insurance Companies			
11.3. Keller & Almassian, PLC 230 East Fulton Grand Rapids, MI 49503	Attorney Fees for Chapter 11	July 2025	\$16,500.00
Email or website address _____ ecf@kalawgr.com			
Who made the payment, if not debtor? _____			
11.4. Distel Thiede Advisory Services, LLC 1500 East Beltline SE- Suite 100 Grand Rapids, MI 49506	Financial Advisor/Consultant Fees for Chapter 11	Within the past year	\$11,515.00
Email or website address _____			
Who made the payment, if not debtor? _____			

12. Self-settled trusts of which the debtor is a beneficiary

List any payments or transfers of property made by the debtor or a person acting on behalf of the debtor within 10 years before the filing of this case to a self-settled trust or similar device.
Do not include transfers already listed on this statement.

None.

Name of trust or device	Describe any property transferred	Dates transfers were made	Total amount or value

13. Transfers not already listed on this statement

List any transfers of money or other property - by sale, trade, or any other means - made by the debtor or a person acting on behalf of the debtor within 2 years before the filing of this case to another person, other than property transferred in the ordinary course of business or financial affairs. Include both outright transfers and transfers made as security. Do not include gifts or transfers previously listed on this statement.

None.

Debtor McPhillips Flying Service, Inc.Case number (*if known*) _____

Who received transfer? Address	Description of property transferred or payments received or debts paid in exchange	Date transfer was made	Total amount or value
13.1 Other charter service operators	Various airplane components. (Less than \$2,000)	Within the past year	Unknown
Relationship to debtor			

Part 7: Previous Locations**14. Previous addresses**

List all previous addresses used by the debtor within 3 years before filing this case and the dates the addresses were used.

 Does not apply

Address	Dates of occupancy From-To

Part 8: Health Care Bankruptcies**15. Health Care bankruptcies**

Is the debtor primarily engaged in offering services and facilities for:

- diagnosing or treating injury, deformity, or disease, or
- providing any surgical, psychiatric, drug treatment, or obstetric care?

 No. Go to Part 9. Yes. Fill in the information below.

Facility name and address	Nature of the business operation, including type of services the debtor provides	If debtor provides meals and housing, number of patients in debtor's care

Part 9: Personally Identifiable Information**16. Does the debtor collect and retain personally identifiable information of customers?** No. Yes. State the nature of the information collected and retained.**17. Within 6 years before filing this case, have any employees of the debtor been participants in any ERISA, 401(k), 403(b), or other pension or profit-sharing plan made available by the debtor as an employee benefit?** No. Go to Part 10. Yes. Does the debtor serve as plan administrator? No Go to Part 10. Yes. Fill in below:

Name of plan

Capital Group- American Funds

Employer identification number of the plan

EIN: **582687308**

Has the plan been terminated?

 No Yes**Part 10: Certain Financial Accounts, Safe Deposit Boxes, and Storage Units**

Debtor McPhillips Flying Service, Inc.Case number (*if known*) _____**18. Closed financial accounts**

Within 1 year before filing this case, were any financial accounts or instruments held in the debtor's name, or for the debtor's benefit, closed, sold, moved, or transferred? Include checking, savings, money market, or other financial accounts; certificates of deposit; and shares in banks, credit unions, brokerage houses, cooperatives, associations, and other financial institutions.

 None

Financial Institution name and Address	Last 4 digits of account number	Type of account or instrument	Date account was closed, sold, moved, or transferred	Last balance before closing or transfer

19. Safe deposit boxes

List any safe deposit box or other depository for securities, cash, or other valuables the debtor now has or did have within 1 year before filing this case.

 None

Depository institution name and address	Names of anyone with access to it Address	Description of the contents	Does debtor still have it?

20. Off-premises storage

List any property kept in storage units or warehouses within 1 year before filing this case. Do not include facilities that are in a part of a building in which the debtor does business.

 None

Facility name and address	Names of anyone with access to it	Description of the contents	Does debtor still have it?

Part 11: Property the Debtor Holds or Controls That the Debtor Does Not Own**21. Property held for another**

List any property that the debtor holds or controls that another entity owns. Include any property borrowed from, being stored for, or held in trust. Do not list leased or rented property.

 None

Owner's name and address	Location of the property	Describe the property	Value
Paul Welke 36026 Melody Ln Beaver Island, MI 49782	111 Airport Drive Charlevoix, MI 49720	1994 International Dump Truck (Donated to the airport for snow removal)	\$0.00

Part 12: Details About Environment Information

For the purpose of Part 12, the following definitions apply:

Environmental law means any statute or governmental regulation that concerns pollution, contamination, or hazardous material, regardless of the medium affected (air, land, water, or any other medium).

Site means any location, facility, or property, including disposal sites, that the debtor now owns, operates, or utilizes or that the debtor formerly owned, operated, or utilized.

Hazardous material means anything that an environmental law defines as hazardous or toxic, or describes as a pollutant, contaminant, or a similarly harmful substance.

Report all notices, releases, and proceedings known, regardless of when they occurred.

22. Has the debtor been a party in any judicial or administrative proceeding under any environmental law? Include settlements and orders. No. Yes. Provide details below.

Debtor McPhillips Flying Service, Inc.Case number (*if known*) _____

Case title Case number	Court or agency name and address	Nature of the case	Status of case
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23. Has any governmental unit otherwise notified the debtor that the debtor may be liable or potentially liable under or in violation of an environmental law?

- No.
 Yes. Provide details below.

Site name and address	Governmental unit name and address	Environmental law, if known	Date of notice
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24. Has the debtor notified any governmental unit of any release of hazardous material?

- No.
 Yes. Provide details below.

Site name and address	Governmental unit name and address	Environmental law, if known	Date of notice
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Part 13: Details About the Debtor's Business or Connections to Any Business

25. Other businesses in which the debtor has or has had an interest

List any business for which the debtor was an owner, partner, member, or otherwise a person in control within 6 years before filing this case. Include this information even if already listed in the Schedules.

- None

Business name address	Describe the nature of the business	Employer Identification number Do not include Social Security number or ITIN.	Dates business existed
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26. Books, records, and financial statements

26a. List all accountants and bookkeepers who maintained the debtor's books and records within 2 years before filing this case.

- None

Name and address	Date of service From-To
26a.1. Angela LeFevre-Welke 36026 Melody Ln Beaver Island, MI 49782	Within the past 2 years
26a.2. Distel Thiede Advisory Services, LLC 1500 East Beltline SE- Suite 100 Grand Rapids, MI 49506	Within the past 2 years
26a.3. RRG & G, PC 2 East Main Street Fremont, MI 49412	Within the past 2 years

26b. List all firms or individuals who have audited, compiled, or reviewed debtor's books of account and records or prepared a financial statement within 2 years before filing this case.

- None

Name and address	Date of service From-To
26b.1. Distel Thiede Advisory Services, LLC 1500 East Beltline SE- Suite 100 Grand Rapids, MI 49506	Within the past 2 years

26c. List all firms or individuals who were in possession of the debtor's books of account and records when this case is filed.

Debtor McPhillips Flying Service, Inc.Case number (*if known*) _____ None**Name and address****If any books of account and records are unavailable, explain why**

26c.1. **Angela LeFevre-Welke**
36026 Melody Ln
Beaver Island, MI 49782

26c.2. **Distel Thiede Advisory Services, LLC**
1500 East Beltline SE- Suite 100
Grand Rapids, MI 49506

26c.3. **RRG & G, PC**
2 East Main Street
Fremont, MI 49412

26d. List all financial institutions, creditors, and other parties, including mercantile and trade agencies, to whom the debtor issued a financial statement within 2 years before filing this case.

 None**Name and address**

26d.1. **Charlevoix State Bank**
111 State Street
PO Box 217
Charlevoix, MI 49720

27. Inventories

Have any inventories of the debtor's property been taken within 2 years before filing this case?

 No Yes. Give the details about the two most recent inventories.

Name of the person who supervised the taking of the inventory	Date of inventory	The dollar amount and basis (cost, market, or other basis) of each inventory
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28. List the debtor's officers, directors, managing members, general partners, members in control, controlling shareholders, or other people in control of the debtor at the time of the filing of this case.

Name	Address	Position and nature of any interest	% of interest, if any
Angela LeFevre-Welke	36026 Melody Ln Beaver Island, MI 49782	President/Secretary	0
Paul Welke	36026 Melody Ln Beaver Island, MI 49782	Owner/Pilot	100

29. Within 1 year before the filing of this case, did the debtor have officers, directors, managing members, general partners, members in control of the debtor, or shareholders in control of the debtor who no longer hold these positions?

 No Yes. Identify below.**30. Payments, distributions, or withdrawals credited or given to insiders**

Within 1 year before filing this case, did the debtor provide an insider with value in any form, including salary, other compensation, draws, bonuses, loans, credits on loans, stock redemptions, and options exercised?

Debtor McPhillips Flying Service, Inc.Case number (*if known*) _____

- No
 Yes. Identify below.

Name and address of recipient	Amount of money or description and value of property	Dates	Reason for providing the value
30.1 Angela LeFevre-Welke 36026 Melody Ln Beaver Island, MI 49782	\$76,923	Within the past year	Wages
Relationship to debtor <u>President/Secretary</u>			
30.2 Paul Welke 36026 Melody Ln Beaver Island, MI 49782	\$37,500	Within the past year	Wages
Relationship to debtor <u>Owner/Pilot</u>			
30.3 Paul Welke 36026 Melody Ln Beaver Island, MI 49782	*See SOFA No. 4.3		
Relationship to debtor <u>Owner/President/Secretary</u>			

31. Within 6 years before filing this case, has the debtor been a member of any consolidated group for tax purposes?

- No
 Yes. Identify below.

Name of the parent corporation	Employer Identification number of the parent corporation
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32. Within 6 years before filing this case, has the debtor as an employer been responsible for contributing to a pension fund?

- No
 Yes. Identify below.

Name of the pension fund	Employer Identification number of the pension fund
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Debtor McPhillips Flying Service, Inc.Case number (*if known*) _____**Part 14: Signature and Declaration**

WARNING -- Bankruptcy fraud is a serious crime. Making a false statement, concealing property, or obtaining money or property by fraud in connection with a bankruptcy case can result in fines up to \$500,000 or imprisonment for up to 20 years, or both.
 18 U.S.C. §§ 152, 1341, 1519, and 3571.

I have examined the information in this *Statement of Financial Affairs* and any attachments and have a reasonable belief that the information is true and correct.

I declare under penalty of perjury that the foregoing is true and correct.

Executed on July 15, 2025/s/ Angela LeFevre-Welke

Signature of individual signing on behalf of the debtor

Angela LeFevre-Welke

Printed name

Position or relationship to debtor President/Secretary

Are additional pages to *Statement of Financial Affairs for Non-Individuals Filing for Bankruptcy* (Official Form 207) attached?

- No
 Yes

**United States Bankruptcy Court
Western District of Michigan**

In re McPhillips Flying Service, Inc.

Debtor(s)

Case No.

Chapter 11

VERIFICATION OF CREDITOR MATRIX

I, the President/Secretary of the corporation named as the debtor in this case, hereby verify that the attached list of creditors is true and correct to the best of my knowledge.

Date: July 15, 2025

/s/ Angela LeFevre-Welke

Angela LeFevre-Welke/President/Secretary
Signer>Title

Date: July 15, 2025

/s/ A. Todd Almassian

Signature of Attorney
A. Todd Almassian P55467
Keller & Almassian, PLC
230 East Fulton
Grand Rapids, MI 49503
616-364-2100 Fax: 616-364-2200

33RD COUNTY CIRCUIT COURT
CASE NO. 22-0772-CZ
301 STATE STREET
CHARLEVOIX MI 49720

AMERICAN EXPRESS NB
4315 SOUTH 2700 WEST
SALT LAKE CITY UT 84184

AMERICAN EXPRESS NB
PO BOX 981535
EL PASO TX 79998

BEAVER ISLAND COMM. SCHOOL
37895 KING'S HWY
BEAVER ISLAND MI 49782

BEAVER ISLAND EMS
37830 KING'S HWY
BEAVER ISLAND MI 49782

CHARLEVOIX STATE BANK
111 STATE STREET
PO BOX 217
CHARLEVOIX MI 49720

CHARLEVOIX STATE BANK
111 STATE STREET
CHARLEVOIX MI 49720

CITY OF CHARLEVOIX
210 STATE STREET
CHARLEVOIX MI 49720

CLIFFORD LAW OFFICES, PC
120 N. LASALLE ST, STE. 3600
CHICAGO IL 60602

ESTATE OF ADAM WOLFORD KENDALL
C/O ZACHARY W. THOMAS, ESQ.
2402 DUNLAVY STREET
HOUSTON TX 77006

FEDEX GROUND PACKAGE SYSTEM
1000 FEDEX DRIVE
MOON TOWNSHIP PA 15108

GREGORY R. GRANT, ESQ.
CUMMINGS MCLOREY DAVID
310 W. FRONT ST, STE. 221
TRAVERSE CITY MI 49684

LAWRENCE R. LASUSA, ESQ.
LASUSA LAW OFFICE, PLC
4335 E. TIMBERWOOD DRIVE
TRAVERSE CITY MI 49686

NEAL BOYLE
37810 FRONT VIEW COURT
BEAVER ISLAND MI 49782

PAUL WELKE
ANGELA LAFEVRE-WELKE
36026 MELODY LN
BEAVER ISLAND MI 49782

ROBERT J. CARTY, JR., ESQ.
2402 DUNLAVY STREET
HOUSTON TX 77006

ROBERT T. KENDALL, III
MARCOUX ALLEN BOWER & KENDALL
145 S. JACKSON STREET
PO BOX 787
JACKSON MI 49201

RYAN COBB
ASSISTANT US ATTORNEY
WESTERN DISTRICT OF MICHIGAN
PO BOX 208
GRAND RAPIDS MI 49501

SBA CESC
14925 KINGPORT RD
FORT WORTH TX 76155

SMALL BUSINESS ADMINISTRATION
OFFICE OF DISTRICT COUNSEL
515 PATRICK V MCNAMARA BLDG
DETROIT MI 48226

SUZANNE Ulicny
US SMALL BUSINESS ADMIN
477 MICHIGAN AVENUE
DETROIT MI 48226

UNITED STATES POSTAL SERVICE
CARGO AIR ACQUISITIONS
475 L'ENFANT PLAZA SW RM 1P650
WASHINGTON DC 20260

UPS SUPPLY CHAIN SOLUTIONS
55 GLENLAKE PKWY
ATLANTA GA 30328

US BANK
800 NICOLLET MALL
MINNEAPOLIS MN 55402

US BANK
PO BOX 790408
SAINT LOUIS MO 63179

ZACHARY W. THOMAS, ESQ.
2402 DUNLAVY STREET
HOUSTON TX 77006

**United States Bankruptcy Court
Western District of Michigan**

In re **McPhillips Flying Service, Inc.**

Debtor(s)

Case No.
Chapter

11

CORPORATE OWNERSHIP STATEMENT (RULE 7007.1)

Pursuant to Federal Rule of Bankruptcy Procedure 7007.1 and to enable the Judges to evaluate possible disqualification or recusal, the undersigned counsel for McPhillips Flying Service, Inc. in the above captioned action, certifies that the following is a (are) corporation(s), other than the debtor or a governmental unit, that directly or indirectly own(s) 10% or more of any class of the corporation's(s') equity interests, or states that there are no entities to report under FRBP 7007.1:

■ None [Check if applicable]

July 15, 2025

Date

/s/ A. Todd Almassian

A. Todd Almassian P55467

Signature of Attorney or Litigant

Counsel for **McPhillips Flying Service, Inc.**

Keller & Almassian, PLC

230 East Fulton

Grand Rapids, MI 49503

616-364-2100 Fax:616-364-2200

ecf@kalawgr.com